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Date: August 4, 2011
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Special:

Circular Letter

TO: EMPLOYERS COVERED BY CALPERS, EMPLOYEE ORGANIZATIONS
AND OTHER INTERESTED PARTIES

SUBJECT: MEETING NOTICE OF THE CALPERS BOARD OF ADMINISTRATION,
ITS COMMITTEES AND ADVISORY PANELS

The CalPERS Board of Administration, its Committees and Advisory Panels are scheduled to meet on the following days in August. All meetings will be held in public session unless otherwise noted.

Investment Committee

Date and Time: Monday, August 15, 2011, 9:00 a.m.

Location: Room 1140, Lincoln Plaza North, 400 Q Street, Sacramento, CA
Board members will attend a workshop on Sustainable Investing.

Investment Committee

Date and Time: Monday, August 15, 2011, 10:30 a.m. or upon adjournment or recess of the Investment Committee workshop, whichever is later

Location: Auditorium, Lincoln Plaza North, 400 Q Street, Sacramento, CA
The Committee will meet in closed session to discuss personnel and investment matters pursuant to Government Code sections 11126(a)(1) and (c)(16).

Investment Committee

Date and Time: Monday, August 15, 2011, 11:30 a.m., or upon adjournment or recess of the Investment Committee closed session, whichever is later

Location: Auditorium, Lincoln Plaza North, 400 Q Street, Sacramento, CA
The Committee will meet in closed session to discuss investment and litigation matters pursuant to Government Code sections 11126(c)(16) and (e)(1)).

Policy Subcommittee of the Investment Committee

Date and Time: Monday, August 15, 2011, 3:00 p.m., or upon adjournment or recess of the Investment Committee meeting, whichever is later

Location: Auditorium, Lincoln Plaza North, 400 Q Street, Sacramento, CA

Benefits and Program Administration Committee

Date and Time: Tuesday, August 16, 2011, 8:30 a.m.

Location: Auditorium, Lincoln Plaza North, 400 Q Street, Sacramento, CA

Health Benefits Committee

Date and Time: Tuesday, August 16, 2011, 9:00 a.m., or upon adjournment or recess of the Benefits and Program Administration Committee meeting, whichever is later

Location: Auditorium, Lincoln Plaza North, 400 Q Street, Sacramento, CA

Health Benefits Committee

Date and Time: Tuesday, August 16, 2011, 9:30 a.m. or upon adjournment or recess of the Health Benefits Committee meeting, whichever is later

Location: Auditorium, Lincoln Plaza North, 400 Q Street, Sacramento, CA

The Committee will meet in closed session to discuss long term care program competitive strategy and rates pursuant to Government Code section 11126(h).

Finance Committee

Date and Time: Tuesday, August 16, 2011, 1:00 p.m., or upon adjournment or recess of the Health Benefits Committee meeting, whichever is later

Location: Auditorium, Lincoln Plaza North, 400 Q Street, Sacramento, CA

Board Governance Committee

Date and Time: Tuesday, August 16, 2011, 2:00 p.m., or upon adjournment or recess of the Finance Committee meeting, whichever is later

Location: Auditorium, Lincoln Plaza North, 400 Q Street, Sacramento, CA

Board of Administration

Date and Time: Wednesday, August 17, 2011, 8:00 a.m.

Location: Auditorium, Lincoln Plaza North, 400 Q Street, Sacramento, CA

The Board will meet in closed session to discuss personnel, performance, and employment matters pursuant to Government Code sections 11126(a)(1) and 11126(g)(1)).

Board of Administration

Date and Time: Wednesday, August 17, 2011, 9:00 a.m., or upon adjournment or recess of the Board of Administration closed session, whichever is later

Location: Auditorium, Lincoln Plaza North, 400 Q Street, Sacramento, CA

The Board may adjourn into closed session to deliberate on administrative decisions pursuant to Government Code section 11126(c)(3). The Board will meet in closed session to discuss personnel, performance, and employment matters pursuant to Government Code sections 11126(a)(1) and 11126(g)(1)).

Board members may attend meetings of committees of which they are not members and participate in the discussions during those committee meetings.

The Board would be pleased to have you or representatives of your agency at the public sessions. The facilities are accessible to persons with disabilities. Requests for sign language or captioning services require a minimum of 72 hours' notice. To request service, please call (916) 795-3065 (voice or TTY).

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Items scheduled for the public sessions of the meetings are listed on the attached agendas. This information is also available on the CalPERS website at www.calpers.ca.gov. Please contact Cheree Swedensky, at (916) 795-3128, with any questions regarding the meetings. Thank you.

ANNE STAUSBOLL
Chief Executive Officer

Attachment



**BOARD OF ADMINISTRATION
INVESTMENT COMMITTEE**

WORKSHOP

**Sustainable Investing: Integration of Environmental, Social, &
Governance (ESG) Factors**

9:00 a.m.

**Lincoln Plaza North
400 Q Street, Room 1140
Sacramento, CA**

AGENDA

10 minutes

Welcome

George Diehr, Chair, Investment Committee

Overview: Workshop Objectives

Joe Dear, Chief Investment Officer

15 minutes

Developing a Total Fund Process for Integrating ESG Factors

- Review of Evidence of ESG impact on risk and return
- Recent trends in ESG investment
- Benchmarking to global peers: strengths and opportunities

Jane Ambachtsheer, Partner, Mercer Consulting

Rob Lake, Director of Strategic Development, PRI

(Former Head of Sustainability & Governance, APG Asset Management)

10 minutes

Total Fund Strategy for Environmental, Social, & Governance

- CalPERS ESG Inventory
- Cross asset class themes: climate change, human capital, alignment of interest
- Priorities, performance, procurement

Anne Simpson, Senior Portfolio Manager

45 minutes

**Implementation: Roundtable Discussion with CalPERS Board
Members on Potential Focus for Asset Classes and Total Fund**

Moderated by Anne Simpson, Senior Portfolio Manager

- Global Equity – *Eric Baggesen, SIO*
- Global Fixed Income – *Curtis Ishii, SIO*
- Alternative Investment Management - *Réal Desrochers, SIO*
- Real Assets – *Ted Eliopoulos, SIO*
- Asset Allocation & Risk Management – *Farouki Majeed, SIO*
- Total Fund – *Anne Simpson, SPM*

10 minutes

Next Steps

Joe Dear, Chief Investment Officer

**CALIFORNIA PUBLIC EMPLOYEES' RETIREMENT SYSTEM
BOARD OF ADMINISTRATION**

INVESTMENT COMMITTEE

August 15, 2011

9:00 a.m.

Robert F. Carlson Auditorium
Lincoln Plaza North
400 Q Street
Sacramento, CA

COMMITTEE MEMBERS

George Diehr, Chair
Henry Jones, Vice Chair
John Chiang
Richard Costigan
Dan Dunmoyer
Rob Feckner
JJ Jelincic
Bill Lockyer
Priya Mathur
Louis F. Moret
Tony Oliveira
Ronald Yank

**OPEN SESSION
WORKSHOP**
Room 1140

9:00 a.m.

Sustainable Investing: Integration of Environmental, Social, and Governance (ESG) Factors

CLOSED SESSION

**10:30 a.m. or Upon Adjournment or Recess of the Workshop,
Whichever is Later**

1. Chief Investment Officer's Briefing on Market and Personnel Issues (Government Code sections 11126(a)(1) and 11126(c)(16))
2. Discussion with Board Consultants on Strategic Investment Initiatives (Government Code section 11126(c)(16))

OPEN SESSION

**11:30 a.m. or Upon Adjournment or Recess of Closed
Session, Whichever is Later**

CLOSED SESSION

Upon Adjournment or Recess of Open Session
(Government Code sections 11126(c)(16) and (e)(1)
[Item 3])

AGENDA

OPEN SESSION

Action Item

1. Call to Order and Roll Call
2. Approval of the June 13, 2011 Open Session Minutes
3. June 2011 Policy Subcommittee Report
 - a. Affiliate Fund Investment Policies
 - 1) Repeal of the Affiliate Funds Policy
 - 2) Adoption of the California Employers' Retiree Benefit Trust (CERBT) Policy
 - 3) Adoption of the Judges' Retirement System II (JRS II) Policy
 - 4) Adoption of the Legislators' Retirement System (LRS) Policy
 - 5) Adoption of the Long-Term Care Fund Policy
 - b. Global Equity – Revision of the Internally Managed Global Equity Index Funds Policy
 - c. Real Assets – Revision of the Infrastructure Program Policy
 - d. Adoption of the Role of Private Asset Class Board Investment Consultants Policy
4. Real Assets
 - a. Revision of Professional Staff Delegation Resolutions relevant to Infrastructure and Global Fixed Income
 - b. Real Estate Program
 - 1) Revision of the Real Estate Program Policy
 - 2) Update on the Neutrality Trial Responsible Contractor Program Policy and Program Extension Request
 - 3) Recommended Emerging Manager Program
5. Contracts – Real Estate Board Investment Consultant Revised Letter of Engagement
6. Interim Asset Allocation Targets
7. Growth-Public Equity – Graduation of Internal Enhanced Equity Strategy

Information Item

Joseph Dear
Farouki Majeed
Wilshire Consulting

Peter Mixon

8. Program Updates
 - a. Absolute Return Strategies (ARS) Program
 - 1) ARS Program Update
 - 2) ARS Allocation
 - b. Consultant Review of Internal Programs
 - 1) Fixed Income Program
 - 2) Public Equity – Passive Equity Portfolio
 - c. Corporate Governance Update – Proxy Access
 - d. Growth-Public Equity
 - e. Growth–Private Equity
 - f. Income (Global Fixed Income and Liquidity)
 - g. Real Assets (Real Estate, Infrastructure, Forestland)
 - h. Inflation Assets (Commodities, ILB)
 - i. Absolute Return Strategies Program
 - j. Affiliate Investment Programs

Joseph Dear
Janine Guillot

9. Activity Reports
 - a. Consolidated Investment Activity Report
 - b. Chief Operating Investment Officer's Status Report

10. Agenda and Calendar
 - a. Draft Agenda for September 12, 2011
 - b. Rolling Annual Agenda Item Calendar

11. Public Comment

Note: Items designated for information are appropriate for Board/Committee action if the Board/Committee wishes to take action. Any agenda item from a properly noticed Subcommittee meeting held immediately prior to this meeting may be reported on or presented to the Investment Committee for its consideration.

CLOSED SESSION Upon Adjournment or Recess of Open Session

(Government Code sections 11126(c)(16) and (e)(1) [Items 4 and 7])

Action Items

Peter Mixon

1. Call to Order and Roll Call
2. Approval of the June 13, 2011 Closed Session Minutes
3. Litigation -- *CalPERS, et al. v. Wachovia Capital Markets, LLC, et al.*, Case No. BC389785 California Superior Court

Information Items

Ted Eliopoulos
Pension Consulting
Alliance
Eric Baggesen

4. Program Updates
 - a. Real Assets–Real Estate Program
 - 1) Quarterly Report on Real Estate Portfolio
 - 2) Quarterly Consultant Report on Real Estate Portfolio
 - b. Growth–Public Equity Quarterly Program Portfolio Update

5. External Manager Updates
 - a. Growth–Public Equity
 - b. Growth–Private Equity
 - c. Income (Global Fixed Income and Liquidity)
 - d. Real Assets (Real Estate, Infrastructure, Forestland)
 - e. Inflation Assets (Commodities, ILB)
 - f. Absolute Return Strategies Program
 - g. Affiliate Investment Programs

Janine Guillot
Joseph Dear

6. Activity Reports
 - a. Status of Action Items Not Yet Reported
 - b. Investment Activity Reports
 - 1) Alternative Investments Management
 - 2) Real Estate
 - 3) Risk Managed Absolute Return Strategies
 - 4) Corporate Governance
 - 5) Inflation-Linked Assets
 - 6) Disclosure of Placement Agent Fees
 - 7) Other Programs

**CALIFORNIA PUBLIC EMPLOYEES' RETIREMENT SYSTEM
BOARD OF ADMINISTRATION**

**POLICY SUBCOMMITTEE
OF THE INVESTMENT COMMITTEE**

August 15, 2011

3:00 p.m.

**or Upon Adjournment or Recess of the
Investment Committee Meeting, Whichever is Later**

Robert F. Carlson Auditorium
Lincoln Plaza North
400 Q Street
Sacramento, CA

SUBCOMMITTEE MEMBERS

JJ Jelincic, Chair
Louis F. Moret, Vice Chair
Richard Costigan
George Diehr
Priya Mathur

AGENDA

1. Call to Order and Roll Call

Action Items

Joseph Dear
Eric Baggesen

Anne Simpson

2. Approval of the June 15, 2011 Meeting Minutes
3. Changes to the Risk Managed Absolute Return Strategies (RMARS) Program and Revisions to Related Policies
 - a. Revision of the RMARS Policy
 - b. Revision of Global Equity Sub-Asset Class Allocation Ranges Policy
4. Revision of Global Principles of Accountable Corporate Governance

Information Items

5. Draft Agenda for October 17, 2011 Meeting
6. Public Comment

Note: Items designated for information are appropriate for Subcommittee action if the Subcommittee wishes to take action. Any agenda item acted upon at this Subcommittee meeting may be brought to the Investment Committee at its next regularly scheduled meeting. Items are noticed for action after a first reading. The Subcommittee is free, however, to request a second reading of any item before approving it.

The hour designated as the earliest starting time for this meeting is not intended to communicate the expected duration (or ending time) of the preceding meeting.

**CALIFORNIA PUBLIC EMPLOYEES' RETIREMENT SYSTEM
BOARD OF ADMINISTRATION**

BENEFITS AND PROGRAM ADMINISTRATION COMMITTEE

August 16, 2011

8:30 a.m.

Robert F. Carlson Auditorium
Lincoln Plaza North
400 Q Street
Sacramento, CA

COMMITTEE MEMBERS

George Diehr, Chair
Rob Feckner, Vice Chair
John Chiang
Richard Costigan
Henry Jones
Priya Mathur
Louis Moret
Tony Oliveira
Ronald Yank

AGENDA

1. Call to Order and Roll Call
 2. Approval of the June 14, 2011 Benefits and Program Administration Committee Meeting Minutes
 3. Legislation
 - a. AB 1320 (Allen) - Taxpayer Adverse Risk Prevention (TARP) Accounts
 4. Actuarial Office
 - a. State Industrial Disability Cost Report
 - b. Asset Allocation Change for the Terminated Agency Pool
 - c. Chief Actuary Report
 5. PSR: Stakeholder Communications for System Conversion
- Action / Danny Brown
- Action / Alan Milligan
- Action / Alan Milligan
- Information / Alan Milligan
- Information / Donna Lum

6. Customer Services and Support

Action / Sharen Scott

- a. Proposed Regulations for Submission of Payroll and Contribution Information and Administrative Fees for Incomplete or Erroneous Submissions

Information / Darryl Watson

- b. Retirement Contract Activity Report

Information / Donna Lum

- c. Customer Service and Support Performance Measures

Information / Donna Lum

- d. Deputy Executive Officer Report
 - Rolling Annual Agenda Item Calendar
 - DEO Matrix

Information / Donna Lum

- e. Draft Agenda for September 13, 2011

7. Public Comment

NOTE: Items designated for information are appropriate for Committee action if the Committee wishes to take action. Any agenda item properly noticed for this committee meeting may be brought to the full Board at its next regularly scheduled meeting.

**CALIFORNIA PUBLIC EMPLOYEES' RETIREMENT SYSTEM
BOARD OF ADMINISTRATION**

HEALTH BENEFITS COMMITTEE

August 16, 2011

9:00 a.m.

**or Upon Adjournment or Recess of the Benefits and Program
Administration Committee Meeting, Whichever is Later**

Robert F. Carlson Auditorium
Lincoln Plaza North
400 Q Street
Auditorium
Sacramento, CA

COMMITTEE MEMBERS

Priya Mathur, Chair
JJ Jelincic, Vice Chair
John Chiang
George Diehr
Rob Feckner
Henry Jones
Bill Lockyer
Tony Oliveira
Ronald Yank

**OPEN SESSION: 9:00 a.m., or Upon Adjournment or Recess of the Benefits
and Program Administration Committee Meeting,
Whichever is Later**

**CLOSED SESSION: 9:30 a.m., or Upon Adjournment or Recess of Open
Session, CLOSED SESSION TO DISCUSS LONG TERM
CARE PROGRAM COMPETITIVE STRATEGY AND RATES
(Government Code Section 11126(h))**

AGENDA

1. Call to Order and Roll Call
2. Approval of the June 14, 2011, Health Benefits Committee Meeting Minutes
3. Legislation
 - a. AB 52 (Feuer) – Health Care Coverage: Rate Approval
4. Program-Wide Reports
 - a. Health Care Reform Quarterly Update
 - b. Partnership for Change Update
5. Preferred Provider Organization
 - a. Self-Funded Health Plans First Quarter 2011 Financial Report
6. Long-Term Care Program
 - a. Long-Term Care Valuation and Program Update
7. Deputy Executive Officer Report
 - Annual Rolling Calendar Review
 - Health Benefits Assignment Matrix
8. Proposed Agenda for September 13, 2011, Health Benefits Committee Meeting
9. Public Comment

CLOSED SESSION Upon Adjournment or Recess of Open Session Government Code Sections 11126(c)(17) and 11126(h)

1. Call to Order and Roll Call
2. Long-Term Care Program Strategy
 - a. Long-Term Care Request for Proposal

NOTES: Items designated for information are appropriate for Committee action if the Committee wishes to take action. Any agenda item properly noticed for this Committee meeting may be brought to the full Board at its next regularly scheduled meeting.

The hour designated as the earliest starting time for this meeting is not intended to communicate the expected duration (or ending time) of the preceding meeting.

**CALIFORNIA PUBLIC EMPLOYEES' RETIREMENT SYSTEM
BOARD OF ADMINISTRATION**

FINANCE COMMITTEE

August 16, 2011

1:00 p.m.

**or Upon Adjournment of the
Health Benefits Committee, Whichever is Later**

Robert F. Carlson Auditorium
Lincoln Plaza North
400 Q Street
Sacramento, CA

COMMITTEE MEMBERS

Henry Jones, Chair
Louis F. Moret, Vice Chair
John Chiang
JJ Jelincic
Bill Lockyer
Priya Mathur
Tony Oliveira

AGENDA

1. Call to Order and Roll Call
2. Approval of June 13, 2011, Meeting Minutes
3. Business Planning

Information/Nancy Quinlan

- a. CalPERS 2010-11 Business Plan Year-End Report

4. Compliance

Information/Sheri Hofer

- a. CalPERS Ethics Helpline Report

5. Audits

Action/Margaret Junker

- a. Selection of the Board of Administration's Independent Financial Statement Auditor

Information/Russell Fong

6. Administrative Services

a. Proposed September 2011 Agenda

7. Public Comment

NOTES: Items designated for information are appropriate for Committee action if the Committee wishes to take action. Any agenda item properly noticed for this Committee meeting may be brought to the full Board at its next regularly scheduled meeting.

The hour designated as the earliest starting time for this meeting is not intended to communicate the expected duration (or ending time) of the preceding meeting.

**CALIFORNIA PUBLIC EMPLOYEES' RETIREMENT SYSTEM
BOARD OF ADMINISTRATION**

BOARD GOVERNANCE COMMITTEE

August 16, 2011

2:00 p.m.

**or Upon Adjournment or Recess of the
Finance Committee Meeting, Whichever is Later**

Robert F. Carlson Auditorium
Lincoln Plaza North
400 Q Street
Sacramento, CA

COMMITTEE MEMBERS

Rob Feckner, Chair
George Diehr, Vice Chair
Henry Jones
Priya Mathur
Louis Moret
Tony Oliveira

AGENDA

- | | |
|-------------------------|---|
| | 1. Call to Order and Roll Call |
| | 2. Approval of the October 18, 2010, Board Governance Committee Meeting Minutes |
| Action/Peter Mixon | 3. Board Governance Project – Board Principles, Policies and Procedures |
| Information/Peter Mixon | 4. Special Review Recommendations Update |
| | 5. Public Comment |

NOTE: Items designated for information are appropriate for Committee action if the Committee wishes to take action. Any agenda item properly noticed for this committee meeting may be brought to the full Board at its next regularly scheduled meeting.

**CALIFORNIA PUBLIC EMPLOYEES' RETIREMENT SYSTEM
BOARD OF ADMINISTRATION**

August 17, 2011

8:00 a.m.

Robert F. Carlson Auditorium
Lincoln Plaza North
400 Q Street
Sacramento, CA

MEMBERS

Rob Feckner, President
George Diehr, Vice President
John Chiang
Richard Costigan
Dan Dunmoyer
JJ Jelincic
Henry Jones
Bill Lockyer
Priya Mathur
Louis F. Moret
Tony Oliveira
Ronald Yank

AGENDA

CLOSED SESSION CHIEF EXECUTIVE OFFICER'S BRIEFING ON PERFORMANCE,
8:00 a.m. EMPLOYMENT AND PERSONNEL ISSUES
(Gov. Code secs. 11126(a)(1) and (g)(1))

- Executive Management of Information Technology

OPEN SESSION

**9:00 a.m. OR UPON ADJOURNMENT OF THE CLOSED SESSION, WHICHEVER IS
LATER**

1. Call to Order and Roll Call
 2. Pledge of Allegiance
 3. Approval of Meeting Minutes
 4. President's Report
- Mr. Feckner

Ms. Stausboll 5. Chief Executive Officer's Report

Investments

Mr. Dear 6. Chief Investment Officer's Report

Committee Reports

(Any Agenda Item from a Properly Noticed Committee Meeting Held Prior to this Meeting May be Reported on or Presented to the Board for its Consideration.)

Mr. Diehr 7. Investment Committee (Oral)

Mr. Oliveira 8. Risk Management Committee (Oral)

Mr. Diehr 9. Benefits and Program Administration Committee (Oral)

Ms. Mathur 10. Health Benefits Committee (Oral)

Mr. Jones 11. Finance Committee (Oral)

Mr. Feckner 12. Board Governance Committee (Oral)

Mr. Moret 13. Performance and Compensation Committee (Oral)

External Affairs

Mr. Glazier 14. External Affairs Update

Mr. Brown 15. Board's State Legislative Program/Board's Position on State Legislation

Mr. Brown 16. Board's Federal Legislative Program/Board's Position on Federal Legislation

Mr. Pacheco 17. Public Affairs Update

General

Mr. Jablonsky
Mr. Jasper 18. Pension System Resumption (PSR) Project Update

Ms. Stausboll 19. Draft Agenda for September 14, 2011

Ms. Stausboll 20. Board Meeting Calendar

Mr. Feckner 21. Board Travel Approvals

Legal

- Mr. Mixon 22. General Counsel's Report
 a. Monthly New Case Report
 b. Assignment Matrix
 c. Special Review Implementation Plan
- Mr. Mixon 23. Proposed Decisions of Administrative Law Judges
 a. Thomas J. Harron
 b. Melanie Williams
 c. Thomas Banville
 d. Connie Peters
 e. Tammy Torres Jordan
 f. Tailun Chow
 g. Gayla Ruble
 h. Robert Mialocq and Jeffrey Segol
 i. Cheryl Mega
 j. Linda Bulka
 k. Jean Rankin
 l. Carla N. Fowler
 m. Hector Sanchez
- Mr. Mixon 24. Petitions for Reconsideration
 a. Paul Bado
 b. James E. Glaser

**CLOSED SESSION
(Gov. Code sec.
11126(c)(3))**

**The Board may adjourn into closed session to deliberate
on any Proposed Decision(s) or Petition(s) for
Reconsideration**

25. Public Comment

**CLOSED SESSION
(Gov. Code sec.
11126(a)(1) and
(g)(1))**

26. **ANNUAL EMPLOYEE PERFORMANCE REVIEW AND
UPDATES (Chief Executive Officer, Chief Investment
Officer, Chief Actuary, and General Counsel)**

Note: Items designated for information are appropriate for Board/Committee action if the Board/Committee wishes to take action. Any agenda item from a properly noticed Committee meeting held immediately prior to this Board meeting may be considered by the Board.